



FINANCE DEPARTMENT BUSINESS LICENSE

Classifications, Definitions, Tax and Fees Schedule

Effective January 1, 2013, State mandated fee \$1.00 (SB 1186) on all applications/renewals, NO EXCEPTIONS.

CLASSIFICATION	RATE	CLASSIFICATION	RATE
Home Based (no employees)		Fixed Place of Business	
<i>Any business or independent contractor operating out of a residence within the city limits of Morgan Hill</i>		<i>Business is located at a commercial or industrial site within the city limits of Morgan Hill</i>	
Tax	\$20.00	Tax	\$20.00
Application Review Fee	\$60.00	*Full-time Employees	\$6.00
Zoning Review Fee	\$62.00	*Part-time Employees	\$3.00
		Application Review Fee	\$60.00
		Zoning Review Fee	\$73.00
Contractors (Construction) (no employee fees)		Professional	
<i>General, plumbing, electrical contractor..., requires a State Contractor's License</i>		<i>Doctor, dentist, engineer, accountant, masseur..., located within the city limits of Morgan Hill in a professional/commercial building</i>	
Tax	\$60.00	Tax	\$60.00
Application Review Fee	\$60.00	*Full-time Employees	\$5.00
Zoning Review Fee (only if based within M.H.)		*Part-time Employees	\$2.50
Based from Residence	\$62.00	Application Review Fee	\$60.00
Based at Commercial/Industrial Site	\$73.00	Zoning Review Fee	\$73.00
No Fixed Place of Business (no employee fees)		Apartments/Hotels/Motels/Mobile Home Park	
<i>Independent contractors, consultants, realtors... The business is based outside the city limits of Morgan Hill and provides services or materials to businesses or residents of Morgan Hill.</i>		<i>Business is based within city limits of Morgan Hill</i>	
Tax	\$45.00	Tax (no employees)	\$15.00
Application Review Fee	\$60.00	Rate per rental unit	\$3.00
		Application Review Fee	\$60.00
		Zoning Review Fee	\$73.00
Non Profit Organization		Vending/Amusement Machines (goods/services)	
<i>Organization must maintain business license current by annually submitting the renewal form with an authorized signature.</i>		<i><u>Operator</u>: Any person who shall, as owner, lessee, employee, agent or otherwise, operate, install, keep, maintain, permit or allow to be operated, installed or maintained any mechanical amusement device or vending machine in or upon any premises owned, leased, managed, operated or controlled by such person within the City. <u>Machine</u>: Any coin-operated mechanical device from which goods or services are dispensed or offered for sale to the public, other than mechanical amusement devices.</i>	
Tax	No Tax	Vending	each \$10.00
Application Review Fee	\$60.00	Amusement Devices	each \$40.00
Zoning Review Fee (if based in MH)	\$73.00	Jukeboxes, Music Machines	each \$30.00
		Pinball Machines	each \$60.00
Peddler/Street Vendor (semi-annual)		Additional classifications and tax rates are available.	
<i>Solicitors selling goods, ice cream vehicles</i>			
Tax	\$60.00		
Application Review Fee	\$60.00		
Zoning Review Fee (only if based in M.H.)			
Based from Residence	\$62.00		
Based at Commercial/Industrial Site	\$73.00		
*First two (2) in each category are FREE of charge			
Full-time, more than 30 hours per week			
Part-time, less than 30 hours per week			

When to apply the PENALTY and its rate:

Renewal payments received by the City AFTER JULY 31 must apply a **10 percent penalty charge**

Renewal payments received by the City AFTER AUGUST 31 must apply a **25 percent penalty charge**